GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Public Services – Minorities Welfare Department – Fraudulent withdrawal of **Rs. 59.01 Crores** of FDRs of Andhra Pradesh State Minorities Finance Corporation Ltd. - FIR No.91/2012 in the CBCID – Disciplinary proceedings action against Sri. Mohd. Liayakhat Ali, the then General Manager retired on 30.09.2019 and Sri. Shaik Ahmed Ali, the then Accounts Officer retired on 30.06.2018 of APSMFC, Ltd. – Placed under Suspension – Inquiry conducted – Further action dropped – Orders – Issued.

MINORITIES WELFARE (VIGILANCE) DEPARTMENT

G.O.RT.No. 203 **Dated: 24-10-2019**

Read the following:-

1. From the VC&MD, APMFC, Hyderabad, Proceedings No.4764/APSMFC/ Admn/2012, dt:10.10.2012
2. From the VC&MD, APMFC, Hyderabad, Proceedings No.4764/APSMFC/ Admn/2012, dt:11.10.2012.
3. From the VC&MD, APMFC, Hyderabad,Rc.No.4764/APSMFC/Admn/As/ 2012, dt:19.09.2013
4. From the VC&MD, APMFC, Hyderabad, Rc.No.4764/APSMFC/Admn/As/ 2013, dt:21.09.2013
5. From the Addl. DGP, CID, A.P., Letter C.No.2650/C-13/CID/2011-13, dt:06.11.2013.
6. G.O.Rt.No.246, Minorities Welfare(Vigilance) Dept., dt:21.12.2013.
7. G.O.Rt.No.17, Minorities Welfare(Vigilance) Dept., dt:02.03.2015.
8. G.O.Rt.No.105, Minorities Welfare(Vigilance) Dept., dt:08.09.2017.
9. From the Enquiry Officer D.O. Letter No.51/COI-LP/2017, dtd. 23.11.2017. (Enquiry Report in Case No. 427/2013)
10. Memo.No.8259/Vigilance/A1/2012, dt:13.06.2018.
11. Replies/ Representations from the Charged Officers dt:25.06.2018.

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ORDER:

It is noticed about Rs. 55.47 Crores worth of Fixed Deposits meant for Scholarships and various other schemes of Andhra Pradesh State Minorities Finance Corporation Ltd., were withdrawn fraudulently by some unknown persons from the (3) branches of Vijaya Bank on 09.10.2012. A complaint was lodged with CBCID under FIR No. 91/2012.

2. In the reference 1st and 2nd read above, Sri. Mohd. Liayakhat Ali, General Manager and Sri. Shaik Ahmed Ali, Accounts Officer of Andhra Pradesh State Minorities Finance Corporation Ltd., were placed under Suspension w.e.f.11.10.2012 & 10.10.2012 respectively under rule 20 of APSMFC's Conduct, Disciplinary and Appeal Rules, 1985, in public interest.

3. In the reference 3rd and 4th read above Article of Charges have been issued to both the Charged Officers namely Sri. Mohd. Liayakhat Ali, G.M., and Sri. Shaik Ahmed Ali, A.O., in the case connected to Fraudulent withdrawal of Fixed Deposits Case No.91/2012. The Charged Officers have submitted their replies and requested to exonerate them from the charges framed against them.

4. In the reference 5th read above, the CBCID who investigated the Case has submitted Report to the VC & Managing Director, APSMFC Ltd., in which it was mentioned that "Both oral and documentary evidence collected during the course of investigation, did not reveal criminal involvement of both Sri. Mohd. Liayakhat Ali, General Manager and Sri. Shaik Ahmed Ali, Accounts Officer in the fixed deposits scam of APSMFC, Hyderabad." However, they are liable for departmental action for their lapses as pointed out by the Special Audit Team, in not preventing the occurrence of the scam.

(P.T.O)

5. In the reference 6th & 8th read above, the Government referred the matter to the Commissioner of Inquiries to inquire into the charges framed against Sri. Mohd. Liayakhat Ali, General Manager and Sri. Shaik Ahmed Ali, Accounts Officer, A.P. State Minorities Finance Corporation Limited.

6. In the reference 7th read above, the Government revoked the suspension orders of Sri. Mohd. Liayakhat Ali, General Manager and Sri. Shaik Ahmed Ali, Accounts Officer and reinstated into service without prejudice to pending finalization of disciplinary proceedings initiated against them.

7. In the reference 9th cited, the Commissioner of Enquiries has inquired the charges framed against Sri Mohd. Liayakhat Ali, General Manager, and Sri Shaik Ahmed Ali, Accounts Officer and furnished his report and recommended that all the charges framed against Charged Officer-I may be dropped and suggested "Censure" to be awarded to Charged Officer-II. The copy of the Inquiry Authority's Report was communicated to the said Charged Officers.

8. In the reference 11th cited, the Charged Officers have submitted their representations and requested to drop further action exonerating them from the charges. Further, Sri Shaik Ahmed Ali, Accounts Officer. has stated that he was retired from service on 30.06.2018 on attaining the age of superannuation it is not a pensionable service. He is facing lot of financial constraints as he has no other income source except retirement benefits and requested to exonerate him from the charges leveled against him, keeping view the sincere and honest and unblemished service rendered to the Corporation.

9. The Government after careful examination of the entire matter have decided to drop further action on the disciplinary proceedings against two charged officers viz., Sri Mohd. Liayakhat Ali, General Manager., and Sri Shaik Ahmed Ali, Accounts Officer of Andhra Pradesh State Minorities Finance Corporation Ltd.,

10. Accordingly, Government hereby drop further action on the disciplinary proceedings against Sri. Mohd. Liayakhat Ali, the then General Manager who retired from service on superannuation on 30.09.2019 and Sri. Shaik Ahmed Ali, the then Accounts Officer who retired from service on superannuation on 30.06.2018 of Andhra Pradesh State Minorities Finance Corporation Limited .

11. The Vice Chairman & Managing Director, A.P. State Minorities Finance Corporation Limited shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. MOHD ILIYAS RIZVI
PRINCIPAL SECRETARY TO GOVERNMENT

To
Sri. Mohd. Liayakhat Ali, General Manager (Retired), Andhra Pradesh State Minorities Finance Corporation Ltd., Vijayawada
(through the VC&MD, APSMFC Ltd., Vijayawada)
To
Sri. Shaik Ahmed Ali, Accounts Officer (Retired), Andhra Pradesh State Minorities Finance Corporation Ltd., Vijayawada
(through VC&MD, APSMFC Ltd.,Vijayawada)
Copy to
The Vice Chairman &Managing Director, APSMFC Ltd., Vijayawada
Copy to the Additional Director General of Police, CID, Andhra Pradesh.
SF/SC.

//FORWARDED:: BY ORDER//

SECTION OFFICER